



3288 11/13/06

\$3,625.00 ✓

OFFICE OF
INSURANCE COMMISSIONER

In the Matter of

No. D06-253

GENERAL SECURITY NATIONAL
INSURANCE COMPANY,

CONSENT ORDER
IMPOSING A FINE

An Authorized Insurer

Findings of Fact:

1. General Security National Insurance Company ("GSNIC") is authorized to conduct insurance business in Washington State. It issues property, casualty, marine transportation, vehicle, surety and disability insurance.
2. GSNIC completed filing its calendar year 2004 Annual Statement with the Office of the Insurance Commissioner ("OIC") on May 20, 2005.
3. GSNIC completed filing its calendar year 2004 April Supplemental filings with the OIC on May 20, 2005.
4. GSNIC completed filing its calendar year 2004 audited financial statements with the OIC on December 22, 2005.
5. GSNIC completed filing its calendar year 2005 Annual Statement with the OIC on May 17, 2006.
6. GSNIC completed filing its calendar year 2005 April Supplemental filings with the OIC on April 14, 2006.
7. GSNIC completed filing its calendar year 2005 audited financial statements with the OIC on June 5, 2006.

Conclusions of Law:

1. GSNIC's failure to timely file its calendar year 2004 Annual Statement, April Supplemental filings, and audited financial statements constitute three violations of RCW 48.05.250.
2. GSNIC's failure to timely file its calendar year 2005 Annual Statement, April Supplemental filings, and audited financial statements constitute three violations of RCW 48.05.250.

3. RCW 48.05.185 authorizes the Commissioner to impose a fine in lieu of or in addition to the suspension or revocation of an insurer's certificate of authority.

Consent to Order:

GSNIC consents to the following, in order to resolve this matter without further legal or administrative proceedings. The Insurance Commissioner consents to resolve this matter in consideration of the insurer's payment of a fine as set forth below.

1. GSNIC consents to the entry of the foregoing Findings of Fact and Conclusions of Law, and acknowledges its duty to comply fully with all applicable laws and regulations of the State of Washington. It waives further administrative or legal challenge to the actions taken, or to be taken, by the Insurance Commissioner, related to the subject matter of this Order.

2. Within thirty days of the entry of this Order, GSNIC will pay to the Insurance Commissioner a fine in the amount of \$3,625 (three thousand six hundred twenty five dollars).

3. Failure to pay the fine in full within thirty days of the entry of this order will constitute grounds for revocation of the certificate of authority held by GSNIC in Washington State. It will also result in a civil action being brought by the Attorney General on behalf of the Insurance Commissioner, to recover the fine.

Executed this 10th day of November, 2006.

GENERAL SECURITY NATIONAL INSURANCE COMPANY

By: Mark Kociancic

Printed Name: Mark Kociancic

Printed Corporate Title: Senior VP & CFO

Pursuant to the foregoing Findings of Fact, Conclusions of Law, and Consent to Order, the Insurance Commissioner orders as follows:

Order:

1. General Security National Insurance Company is ordered to pay, within thirty days of the entry of this order, a fine in the amount of \$3,625 (three thousand six hundred twenty five dollars).

2. Failure to pay the fine timely and in full will constitute grounds for revocation of the certificate of authority held by the insurer in Washington State. It will also result in a

civil action being brought by the Attorney General on behalf of the Insurance Commissioner, to recover the fine.

Executed this 15th day of November, 2006

MIKE KREIDLER
Insurance Commissioner

By: 

Marcia G. Stickler
Legal Affairs Division